MEMORANDUM

TO: Directors, Exceptional Children Programs

Exceptional Children Coordinators, Charter Schools

FROM: Sherry H. Thomas 547

DATE: May 18, 2020

FLEXIBILITY WITH PRC 029 FUNDING BUDGETS

NC Policies Governing Services for Children with Disabilities indicates PRC 029 is a special budget provision in the 1999 Appropriation Act modified the use of these state dollars to allow expenditure of funds to provide services to "(i) children with special needs who were identified as members of the Willie M class at the time of dissolution of the class, and (ii) other children with special needs." This provision provides the flexibility to use these funds for services for children with disabilities who have significant behavioral and emotional needs in public schools.

Given the ongoing fiscal challenges for LEAs associated with the COVID-19 pandemic, the Exceptional Children Division (ECD) is providing flexibility with budget needs that were previously identified for the PRC 029 funding.

LEAs may make adjustments in their PRC 029 current budgets, in the support of students with behavior needs, provided the adjustment is included as an allowable expense in the Chart of Accounts. Please refer to the allowable spending codes aligned to PRC 029 in the Chart of Accounts, <u>located here</u>. The ECD is not requiring an updated plan to the initial PRC 029 grant submission, but any spending adjustments will need to be made as an amendment to the current budget.

It is critically important that LEAs focus on serving students and programming during this challenging time. The ECD hopes this flexibility from the submitted plan will allow LEAs to use these funds to better support the behavior needs in their district.

Questions should be directed to Lisa Taylor (<u>lisa.taylor@dpi.nc.gov</u>), Felicia Goodgion (felicia.goodgion@dpi.nc.gov), or Amanda Byrd (amanda.byrd@dpi.nc.gov).